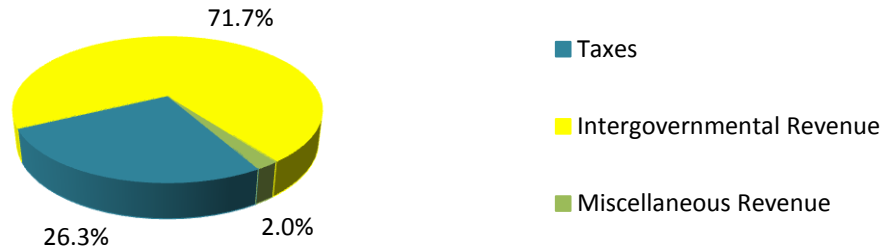


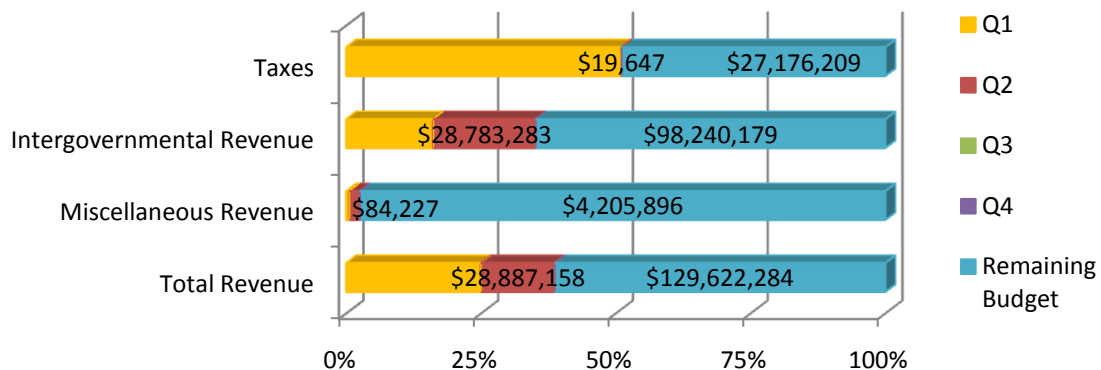
Non-General Fund Analysis

Agency Budgeted Revenues By Source



- The main sources of non-general fund revenue for the Alcohol, Drug, and Mental Health (ADAMH) Board are: Levy/local tax revenues (includes personal property tax), Medicaid reimbursement, as well as State/Federal revenues, local revenues and other miscellaneous sources.

Non-General Fund - Revenue



	1 st Quarter	2 nd Quarter	3 rd Quarter	4 th Quarter	YTD	Total*
Prior Year Actuals	\$48,086,478	\$24,182,007	\$57,436,050	\$27,570,146	\$72,268,485	\$157,274,681
Current Year Actuals	\$52,734,347	\$28,887,158			\$81,621,505	\$211,243,789

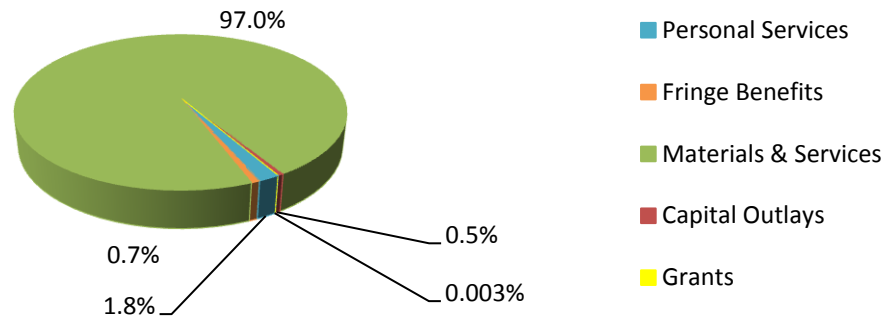
* Current year total represents revised budget.

- Second quarter revenues of **\$28,887,158** represent **13.7%** of the budgeted amount for the year. YTD revenues of **\$81,621,505** represent **38.6%** of the budgeted amount for the year.
- Taxes are collected twice a year, in March and August. As of the 1st quarter, 52.97% was collected. When compared with 2010, 51.42% was collected in the 1st quarter. \$19,646 was received for personal property in the 2nd quarter.

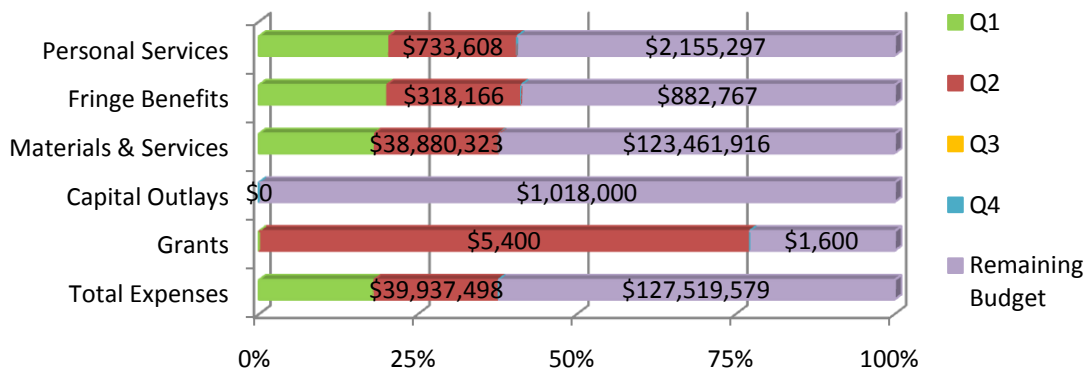
- Within the Intergovernmental Revenue, ADAMH received American Recovery and Reinvestment Act (ARRA) funds in the amount \$1,646,029 in the 1st quarter and \$1,109,000 in the 2nd quarter. These dollars support the Community Medicaid program.
- Within the Intergovernmental Revenue, ADAMH is expected to see a decline of \$680,614 due to changes in the tangible personal property tax (TPPT) reimbursement and a decline of \$177,743 due to changes in the Public Utility Deregulation reimbursement that were included in the FY 2012-2013 State Budget. Due to Federal and State reimbursement delays, revenue is being collected slower than initially anticipated.
- Also within Intergovernmental Revenue is State reimbursement for behavioral healthcare and Medicaid services. However, due to the elevation of financing by the State, a separate fund, Medicaid-ADAMH Fund, was created and estimated revenues were certified through Resolution No. 0371-11. The Levy Fund also includes revenue estimates from the State for the same period of time. Therefore, revenues estimates are currently overstated. ADAMH will request an adjustment to the Levy Fund once an amount is determined.
- The Miscellaneous Revenue budget includes \$4,050,000 as contingency revenue in support of budgeted contingency expenditures.

Non-General Fund Analysis

Agency Budgeted Expenses By Type



Non-General Fund - Expenses



	1 st Quarter	2 nd Quarter	3 rd Quarter	4 th Quarter	YTD	Total*
Prior Year Actuals	\$34,580,977	\$38,635,648	\$35,345,272	\$33,980,960	\$73,216,625	\$142,542,857
Current Year Actuals	\$36,989,130	\$39,937,498			\$76,926,628	\$204,446,207

* Current year total represents revised budget.

- Second quarter expenditures of **\$39,937,498** represent **19.5%** of the budgeted amount for the year. YTD expenditures of **\$76,926,628** represent **37.6%** of the budgeted amount for the year.
- Within Materials and Services, \$6,000,000 is budgeted as contingency, which has not been utilized. ADAMH has spent \$3,123,497 in ARRA funds for Medicaid expenses during the year, of which \$1,255,183 was spent in 2nd quarter. ADAMH is monitoring spending to ensure resources are available for priority expenditures.
- Also within Materials & Services are appropriations for behavioral healthcare and Medicaid services. However, due to the elevation of financing by the State, a separate fund, Medicaid-ADAMH Fund, was created and appropriations were authorized through Resolution No. 0371-11. The Levy Fund also includes appropriations for Medicaid services for the same time period. Therefore, appropriations are currently overstated. ADAMH will request an adjustment to the Levy Fund once an amount is determined.

- Capital Outlays includes a new Healthcare Claim System set to be in place by the 4th quarter. The current system cannot process Medicaid invoices which created a need for two systems and has caused delays in processing claims.
- With the Grants category, ADAMH has expended 77.14%. The remaining \$1,600 is expected to be spent in 4th quarter.

Non-General Fund Analysis

Personal Services

<u>Quarter</u>	<u>Agency Budget</u>	<u>Actual Expenditures</u>	<u>% of Budget Expended</u>
1st Quarter	\$837,518	\$740,340	88.4%
2nd Quarter	\$837,518	\$733,608	87.6%
3rd Quarter	\$977,104		
4th Quarter	\$977,104		
Total	\$3,629,245	\$1,473,948	40.6%

- The twelve pay periods through the 2nd quarter represent 46.2% of 2011 pay periods. Therefore, ADAMH's personal services are within range as of the 2nd quarter.

Budget Corrective Items

Approved

- A revenue estimate increase of \$180,914.91 was certified by the Budget Commission in the 1st quarter to reflect changes in the estimates for the property tax collections in the ADAMH Levy Fund (Fund 2111).
- Resolution No. 0371-11 authorized the creation of the Medicaid-ADAMH Fund, and non-general fund supplemental appropriations in the amount of \$45,045,739 for the purchase of Mental Health and Alcohol & Other Drug Medicaid services for Franklin County residents.

Pending

- OMB is currently working with ADAMH and County Administration regarding any potential impacts of the FY 2012-2013 State Budget and the accelerated phase-out of the tangible personal property tax (TPPT) reimbursement. Current estimates from the Ohio Department of Taxation reflect a \$1,232,509 reduction from 2010 (\$4,749,896) to 2011 (\$3,517,387). For 2011, this is a \$680,614 reduction compared to ADAMH's 2011 budget estimate of \$4,198,001.
- OMB is also working with ADAMH and County Administration regarding any potential impacts of the FY 2012-2013 State Budget and the accelerated phase-out of the Senate Bill 3 (Public Utility Deregulation) reimbursement. Current estimates from the Ohio Department of Taxation reflect a \$177,743 reduction from 2010 (\$355,487) to 2011 (\$177,744). For 2011, this is a reduction of \$177,743 compared to ADAMH's 2011 budget estimate of \$355,487.

Not Recommended

- There have been no requests for budget adjustments not approved to date.

Additional Budget Analysis and Budget Recommendations

- ADAMH received revised SFY 2012-13 State Biennial Budget information which proposed that the Ohio Department of Mental Health (ODMH) and the Ohio Department of Alcohol and Drug Addiction Services (ODADAS) elevate the financing of the behavioral healthcare and Medicaid program to the State beginning July 1, 2011. As a result, ADAMH created a separate fund, Medicaid-ADAMH Fund, to track these revenues and expenditures separately from their Levy Fund. At the time, the appropriations and revenue estimates in the Levy Fund were not adjusted accordingly until the impact could be determined. Therefore, appropriations and revenue estimates are both overstated in the Levy Fund. ADAMH will request the appropriate adjustments to the Levy Fund once the amounts are determined.
- Based upon this analysis, there are no recommendations for budget savings or organizational performance improvements at this time.